

# Important notice to unitholders

## Important information regarding Vanguard managed fund buy and sell spreads

At Vanguard, we know that costs matter. We regularly review the cost of investing as part of our commitment to continually bring you high-value, low-cost investment products.

When you apply for or redeem units in Vanguard managed funds there are transaction costs known as buy/sell spreads. The spreads reflect the costs of trading today and cover the transaction expenses associated with the purchasing and selling of assets within the funds. They ensure that investors in the funds are not impacted by the costs generated by other investors buying or selling units. It is important to note that spreads are paid to the funds to cover the cost of trading and are not a fee paid to Vanguard.

Trading conditions in fixed income markets have continued to stabilise since the heightened volatility earlier this year resulting in an improvement in sell side liquidity. On this basis, Vanguard has made changes that further reduce the sell spreads across a number of funds. The minor increase in the buy spread for two fixed income funds reflects the increased costs of trading in these markets.

### **What are the changes and when will they happen?**

The updated spreads will apply from closing unit prices on **9 October 2020 inclusive**.

Wholesale Funds - Fixed Income	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard Australian Fixed Interest Index Fund	VAN0001AU	0.08	0.17	0.08	↓ 0.08
Vanguard Australian Corporate Fixed Interest Index Fund	VAN0065AU	0.15	0.41	0.15	↓ 0.15
Vanguard Australian Government Bond Index Fund	VAN0025AU	0.04	0.12	↑ 0.06	↓ 0.06
Vanguard Global Aggregate Bond Index Fund (Hedged)	VAN9309AU	0.13	0.25	0.13	↓ 0.13
Vanguard Ethically Conscious Global Aggregate Bond Index Fund (Hedged) – AUD Hedged	VAN2989AU	0.13	0.25	0.13	↓ 0.13
Vanguard Ethically Conscious Global Aggregate Bond Index Fund (Hedged) – NZD Hedged	VAN1233AU	0.13	0.25	0.13	↓ 0.13
Vanguard International Credit Securities Index Fund (Hedged)	VAN0106AU	0.15	0.52	↑ 0.20	↓ 0.20
Vanguard International Fixed Interest Index Fund (Hedged)	VAN0103AU	0.08	0.11	0.08	↓ 0.08

Wholesale Funds - Diversified	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard Conservative Index Fund	VAN0109AU	0.10	0.16	0.10	↓ 0.10
Vanguard Balanced Index Fund	VAN0108AU	0.10	0.15	0.10	↓ 0.10
Vanguard Growth Index Fund	VAN0110AU	0.09	0.12	0.09	↓ 0.09
Vanguard High Growth Index Fund	VAN0111AU	0.08	0.09	0.08	↓ 0.08
Vanguard Diversified Bond Index Fund	VAN0042AU	0.12	0.23	0.12	↓ 0.12

Vanguard Investor Funds	APIR	Old (%)		New (%)	
		Buy	Sell	Buy	Sell
Vanguard LifeStrategy Conservative Fund	VAN0013AU	0.10	0.16	0.10	📈 0.10
Vanguard LifeStrategy Balanced Fund	VAN0124AU	0.10	0.15	0.10	📉 0.10
Vanguard LifeStrategy Growth Fund	VAN0014AU	0.09	0.12	0.09	📈 0.09
Vanguard LifeStrategy High Growth Fund	VAN0015AU	0.08	0.09	0.08	📉 0.08
Vanguard Index Diversified Bond Fund	VAN0101AU	0.12	0.23	0.12	📈 0.12

Vanguard's current buy/sell spreads are available on our website [www.vanguard.com.au](http://www.vanguard.com.au)

To ensure you are investing with the most up to date information, you can access the latest PDSs and Reference Guides by visiting our website.

**If you have any questions, please contact Vanguard Client Services  
(8:00 am to 6:00 pm AEST/AEDT, Monday to Friday):**

Personal investors – **1300 655 101**  
Financial advisers – **1300 655 205**  
Institutional investors – **1300 655 102**

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